

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

ANNUAL COMPLIANCE REPORT, 2007

Docket No. ACR2007-1

NOTICE OF THE UNITED STATES POSTAL SERVICE
OF MINOR REVISIONS TO MATERIALS ACCOMPANYING ITS
FY 2007 ANNUAL COMPLIANCE REPORT -- ERRATA
(Items 7, 15, NP2, NP3, NP4, NP6, and NP7)
(January 16, 2008)

The Postal Service filed its FY 2007 Annual Compliance Report on December 28, 2007, along with a large number of accompanying items. Minor revisions are today being made in some of those items. Minor revisions in several other items will be forthcoming shortly.

One type of revision relates to USPS-FY07-7, in which the Postal Service indicated in its original filing that SAS programs, which would run off of the encrypted IOCS data base being filed as part of USPS-FY07-27, would be forthcoming. Those SAS programs have now been included in a revised USPS-FY07-7. The revised USPS-FY07-7 includes everything included in the original version, plus a new supplemental Word file documenting the SAS programs (which is also provided as part of the hardcopy preface) and a new supplemental zip file containing the SAS programs. The addition of these programs causes no changes in results, but rather merely improves the documentation of the existing results.

Other revisions relate to correction of errors. Descriptions of those revisions follow.

In USPS-FY07-15 (Parcel Cost Models), in the file Parcel Post MP.xls, in the second tab ("PRS Summary"), a negative sign inappropriately appeared at the beginning of the formulae for the two cells highlighted in yellow (in the revised file). Those negative signs have been removed, which changes the estimated PRS cost savings for RDU non-machinable and RDU oversize reported in the "Total" column of the same rows as the two revised cells. The changed cost savings are also now displayed in the revised PSR portion of the summary tables included with the preface (Word file) for this item (including in the hardcopy version of the preface). The other Excel files in USPS-FY07-15 remain unchanged from their original versions.

NONPUBLIC ANNEX

In USPS-FY07-NP7, changes in each sheet (except for NonMODS offices, which did not need to be revised) appear in blue. The changes correct a misclassification of ROW (Rest of World) Priority Mail costs that had erroneously been assigned to Canada. There are no changes in any harcopy in USPS-FY07-NP7 associated with these revisions.

The changes to USPS-FY07-NP7 ripple through to USPS-FY07-NP2 (ICRA), USPS-FY07-NP3 (Int'l Cost Segments and Components), USPS-FY07-NP4 (ICRA Domestic Processing Model) and USPS-FY07-NP6 (Int'l Cost Segment Spreadsheets). Therefore, revised versions of each of those items have been provided as well, in which the specific changes caused by the flowthrough corrections are detailed. These revisions are reflected in the hardcopy prefaces of each item, plus revised versions of

the hardcopy materials originally provided with USPS-FY07-NP2 and USPS-FY07-NP3.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

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January 16, 2008

**LIST OF MATERIALS
PROVIDED BY THE UNITED STATES POSTAL SERVICE
FOR PURPOSES OF THE
FISCAL YEAR 2007 ANNUAL COMPLIANCE REPORT**

Number

USPS-FY07-1	FY 2007 Cost and Revenue Analysis (CRA) Report (Hard copy & Excel)
USPS-FY07-2	FY 2007 Cost Segments and Components Report (Hard copy & Excel)
USPS-FY07-3	FY 2007 Discounts and Passthroughs of Workshare Items (Hard copy & electronic)
USPS-FY07-4	FY 2007 Market Dominant Billing Determinants (Hard copy & electronic)
USPS-FY07-5	FY 2007 CRA Model (Model Files, Cost Matrices, and Reports)
USPS-FY07-6	FY 2007 CRA "B" Workpapers
USPS-FY07-7	Cost Segment 3 Cost Pools & Other Related Information (Revised 1/16/08)
USPS-FY07-8	Equipment and Facility Related Costs
USPS-FY07-9	Competitive Products Contribution Approximation Materials
USPS-FY07-10	FY 2007 Special Cost Studies Workpapers - Letter Cost Models (First and Standard)
USPS-FY07-11	FY 2007 Special Cost Studies Workpapers - Flat Cost Models (First and Standard) & Periodicals Cost Model

USPS-FY07-12 Standard Mail Hybrid/Parcel Cost Study

USPS-FY07-13 FY 2007 Special Cost Studies Workpapers - Drop
Ship Cost Avoidances for Periodicals and Standard
Mail

USPS-FY07-14 Mail Characteristics Study

USPS-FY07-15 FY 2007 Special Cost Studies Workpapers - Parcels
Cost Models (Revised 1/16/08)

USPS-FY07-16 FY 2007 Special Cost Studies Workpapers - Bound
Printed Matter and Parcel Post Transportation Costs
/ Bulk Parcel Return Service Cost Study

USPS-FY07-17 FY 2007 Special Cost Studies Workpapers - Parcel
Post Regression Analysis

USPS-FY07-18 FY 2007 ECR Mail Processing Saturation Savings

USPS-FY07-19 FY 2007 Delivery Costs By Shape

USPS-FY07-20 FY 2007 Window Service Cost by Shape

USPS-FY07-21 FY 2007 QBRM Costs

USPS-FY07-22 FY 2007 Bound Printed Matter Mail Processing
Costs and Parcel Post Window Service Costs

USPS-FY07-23 MODS Productivity Data

USPS-FY07-24 FY 2007 Non-Operation Specific Piggyback Factors

USPS-FY07-25 FY 2007 Mail Processing Piggyback Factors
(Operation Specific)

USPS-FY07-26 FY 2007 Mail Processing Costs by Shape

- USPS-FY07-27 In-Office Cost System (IOCS) Statistical and Computer Documentation (Source Code and Data on CD-ROM)
- USPS-FY07-28 City Carrier Cost System (CCCS) Statistical and Computer Documentation (Source Code and Data on CD-ROM)
- USPS-FY07-29 Rural Carrier Cost System (RCCS) Statistical and Computer Documentation (Source Code and Data on CD-ROM)
- USPS-FY07-30 Transportation Cost Systems (TRACS) Statistical and Computer Documentation (Source Code and Data on CD Rom)
- USPS-FY07-31 ACR Roadmap Document

BELOW ITEMS ARE DESIGNATED AS THE NONPUBLIC ANNEX:

- USPS-FY07-NP1 FY 2007 Competitive Product Billing Determinants

International Information

- USPS-FY07-NP2 FY 2007 International Cost and Revenue Analysis (ICRA) report (Hard Copy & Excel) (Revised 1/16/08)
- USPS-FY07-NP3 FY 2007 International Cost Segments and Components Report (Hard Copy & Excel) (Revised 1/16/08)
- USPS-FY07-NP4 FY 2007 ICRA Domestic Processing Model (Cost Matrices, Reports, Control File, & Changes) (Revised 1/16/08)
- USPS-FY07-NP5 FY 2007 ICRA Overview/Technical Description

USPS-FY07-NP6	FY 2007 International Cost Segment Spreadsheets (Revised 1/16/08)
USPS-FY07-NP7	Cost Segment 3 International Subclass Costs by Cost Pools (Volume Variable Cost Pools)
USPS-FY07-NP8	FY 2007 International Billing Determinants
USPS-FY07-NP9	FY 2007 Miscellaneous International Data
USPS-FY07-NP10	FY 2007 ICM Data

CERTIFICATE OF SERVICE

I hereby certify that I have this date served the foregoing document in accordance with Section 12 of the Rules of Practice and Procedure.

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